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Overview

Several of Prabowo Subianto's cabinet candidates hold affiliations with prominent companies listed on the Indonesia Stock Exchange (IDX), reflecting the intersection between business and government. Notable figures include Erick Thohir (Mahaka Media, Mahaka Radio Integra), Rosan Roeslani (Siloam Hospitals, Saratoga Investama, Bumi Resources), Rachmat Pambudy (Nusantara Sawit Sejahtera), and Widiyanti Putri Wardhana (Teladan Prima Agro). These corporate ties suggest strong private sector influence in Prabowo's administration. In trade, Indonesia posted a USD 3.3 billion surplus in September 2024, marking the 53rd consecutive surplus, though slightly down from the same period last year. Export growth slowed to 6.4% YoY, reflecting global economic uncertainties and weaker demand from China. Imports rose by 8.6% YoY, driven by infrastructure projects and domestic consumption. Bank Indonesia is expected to maintain its 6% policy rate on October 16 to stabilize the rupiah, despite falling inflation. Meanwhile, Indonesia's foreign debt rose to USD 425.1 billion, prompting a Rp 22 trillion bond auction to manage budgetary needs and sustain growth. The energy sector saw regulatory reforms, with 140 oil and gas permit reductions aimed at spurring investment. However, PT Freeport Indonesia's smelter in Gresik halted operations following a fire, raising concerns over industrial risks. On the renewable front, PLN seeks 60% private sector involvement to meet energy transition targets, while Pertamina pursues CCUS technology partnerships. The political transition under Prabowo Subianto is progressing smoothly, with efforts to build a broad coalition and maintain policy continuity. Sri Mulyani's likely reappointment as Finance Minister has boosted market confidence, underscoring the administration's focus on economic stability.

Key Comments

Economy, Business and Finance

Corporate Ties of Prabowo's Cabinet Candidates: On October 14, 2024, President-elect Prabowo Subianto met with 49 candidates for ministerial and key agency roles, several of whom have ties to companies listed on the Indonesia Stock Exchange (IDX). Key figures include Erick Thohir, affiliated with Mahaka Media (ABBA) and Mahaka Radio Integra (MARI), and Rosan Roeslani, linked to Siloam Hospitals (SILO), Saratoga Investama (SRTG), and Bumi Resources (BUMI). Rachmat Pambudy serves as an independent commissioner at Nusantara Sawit Sejahtera (NSSS). Widiyanti Putri Wardhana, daughter of Basuki Tjokronegoro, holds key positions at Teladan Prima Agro (TLDN), where her husband, Wishnu Wardhana, is CEO....

...Dudy Purwagandhi, a commissioner at PLN and CEO of Jhonlin Air Transport, is indirectly linked to Jhonlin Agro Raya (JARR) and Pradiksi Gunatama (PGUN), both part of Haji Isam's business network. These corporate affiliations reflect the close ties between business interests and political appointments, suggesting significant private sector influence in Prabowo's upcoming administration.

Trade Balance: In September 2024, Indonesia reported a trade surplus of USD 3.3 billion, aligned with our upper-bound forecasts and exceeding market expectations of USD 2.8 billion, marking the 53rd consecutive surplus since May 2020. However, the surplus narrowed slightly from USD 3.4 billion in September 2023, as export growth slowed to 6.4% YoY, the weakest in three months, reflecting external challenges and shifting demand dynamics. While exports to major partners like the US, Japan, and the EU remained strong, a slower increase in exports to China highlights potential risks from China's economic slowdown. Imports grew 8.6% YoY, slightly below expectations, driven by infrastructure projects and domestic consumption, though impacted by new import duties. For 9M24, Indonesia's cumulative trade surplus reached USD 27.7 billion, with import growth outpacing exports at 3.9% vs. 0.3%, suggesting strong domestic demand. Going forward, Indonesia's trade outlook will depend on global economic conditions, commodity prices, and policy shifts, with an emphasis on export diversification and balanced import management to maintain trade momentum.

Bank Indonesia to Hold Interest Rates at 6% Despite Inflation Easing: Bank Indonesia (BI) is expected to keep its benchmark interest rate at 6% on October 16. This move is aimed at safeguarding the rupiah, which remains under pressure due to global monetary tightening, despite inflation falling to its lowest level since 2021. BI's cautious stance suggests a strategic focus on stabilizing the currency rather than further lowering rates. While falling inflation provides room for a looser policy, external factors, including the U.S. Federal Reserve's outlook, limit BI's flexibility. Maintaining the rate is seen as a signal of BI's intent to protect the rupiah from further depreciation, which could otherwise drive up import costs and hurt the trade balance.

Foreign Debt on the Rise; Government Prepares Bond Auction to Fund Budget: Indonesia's foreign debt saw a 7.3% y/y increase, reaching \$425.1 billion in August 2024. This rise reflects the ongoing public and private borrowing required to finance infrastructure and strategic projects. Indonesia's heavy reliance on foreign capital markets is being carefully managed, but it raises concerns about vulnerability to external shocks....

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...In response, the government will auction seven state bond series, aiming to raise Rp 22 trillion to meet budgetary needs for 2024. This auction is part of a broader strategy to keep fiscal deficit under control while ensuring liquidity in domestic financial markets. The focus on long-term financing and prudent fiscal policies is expected to sustain Indonesia's economic growth trajectory amid global uncertainty.

Sri Mulyani's Expected Reappointment Fuels Market Optimism:

Markets have responded positively to news that Finance Minister Sri Mulyani Indrawati is likely to retain her post under President-elect Prabowo Subianto. This continuity is seen as critical for maintaining investor confidence and policy stability during the transition of power. Mulyani, widely regarded for her prudent fiscal management, is expected to navigate upcoming economic challenges, including debt sustainability, fiscal reforms, and revenue expansion. Indonesian stocks rallied on the news, and the Jakarta Composite Index (JCI) posted gains, reflecting market optimism about the stability and direction of economic policy. Mulyani's leadership is anticipated to play a key role in managing Indonesia's medium-term fiscal strategy, especially in an increasingly volatile global environment.

Oil and Gas Sector Sees Regulatory Reforms to Boost Investment:

Indonesia's Ministry of Energy has reduced 140 out of 320 regulatory requirements for oil and gas exploration to spur investment and address inactive wells. This regulatory overhaul comes at a critical juncture as Indonesia seeks to ramp up domestic production and reduce its dependency on energy imports. The government's strategy to streamline the permit process is aimed at attracting international energy companies to invest in underexplored areas. At the Indonesia Exploration Forum (IEF) in Surabaya, industry leaders highlighted the potential of these reforms to revitalize the upstream sector and enhance Indonesia's energy security. However, challenges remain in securing long-term investment due to fluctuating global oil prices and ongoing regulatory uncertainty.

Freeport Indonesia Halts Smelter Operations After Fire: A fire at PT Freeport Indonesia's new copper smelter in Gresik has forced the company to halt operations temporarily. The incident, which included two explosions, occurred at the Java Integrated Industrial Port and Estate (JIPE) SEZ, less than a month after the smelter was inaugurated. While no casualties were reported, the fire raises concerns about the operational risks involved in large-scale industrial projects. The temporary shutdown is expected to affect copper supply chains, particularly as Indonesia positions itself as a key player in global mineral processing...

...Analysts are watching closely for potential production delays and their impact on global copper markets, which could exacerbate supply shortages.

PLN Pushes for Greater Private Sector Involvement in Renewable

Energy: PLN, Indonesia's state-owned utility, announced its plan to increase private sector participation to 60% in the development of renewable energy projects. This move is part of the country's broader strategy to achieve energy transition targets by tapping into domestic and international private investments. PLN's leadership emphasized that public-private partnerships are essential to scaling up renewable infrastructure and meeting Indonesia's ambitious net-zero emissions goals. Additionally, Pertamina's collaboration with Japanese firms JOGMEC and JAPEX on Carbon Capture, Utilization, and Storage (CCUS) technologies represents a significant step toward reducing emissions in Indonesia's energy sector. The success of these initiatives will depend on regulatory clarity, incentives, and the ability to attract long-term investors in a competitive global market for clean energy development.

Politics

Prabowo Subianto Builds Coalition Ahead of Cabinet

Appointments: President-elect Prabowo Subianto continues to meet with political leaders and potential ministers as part of his efforts to form a broad-based coalition government. Having conducted interviews with 49 potential ministers, Prabowo has signaled an inclusive approach, reaching out to coalition allies and political rivals alike. Notable candidates include Finance Minister Sri Mulyani, who has been asked to remain in her role, and Veronica Tan, the former wife of Basuki "Ahok" Purnama, who has been offered a ministerial position. Prabowo's outreach to NasDem and PKS underscores his intent to build a government that balances political pragmatism with national priorities.

Nasdem Absence: Despite NasDem's absence from cabinet nominations, the party remains committed to supporting Prabowo's administration, reflecting a stable coalition dynamic. Political analysts highlight Prabowo's ability to unite diverse political factions as critical to ensuring policy continuity and maintaining confidence both domestically and internationally. The smooth transition of power is being closely watched by investors and foreign partners, as Indonesia prepares for a new chapter under Prabowo's leadership.

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DPR Approves Expansion of Commissions and Formation of People's Aspiration Body: In a bid to improve legislative efficiency, the House of Representatives (DPR) approved an expansion of its commissions from 11 to 13, reflecting the need for more specialized oversight in key sectors such as the digital economy and environment. This restructuring is part of broader reforms aimed at enhancing government accountability and policy coordination. Additionally, the formation of the People's Aspiration Body is expected to facilitate greater public participation in the legislative process, allowing citizens to have more direct input on national policies. This move aligns with growing demands for transparency and responsiveness in government institutions.

Digital Economy, Telcos

Digital Payment and Telemedicine Sectors See Significant Growth: Indonesia's digital economy continues to expand, driven by innovations in payment systems and healthcare services. ShopeePay Indonesia, a leading digital wallet provider, affirmed its commitment to eliminating online gambling transactions, following a reprimand from the Ministry of Communication and Information (Kominfo). This reflects the government's increasing scrutiny of digital platforms and their role in preventing illegal activities. On the healthcare front, WhiteCoat's acquisition of Good Doctor marks a significant consolidation in the telemedicine sector, as the demand for digital healthcare services continues to rise. These developments underscore the growing importance of fintech and digital health as key pillars of Indonesia's digital transformation agenda.

Indonesia's Game Industry Boosted by Global Partnerships: The Indonesia Game Developer Exchange (IGDX) Business 2024 event, held in Bali, has significantly boosted the local gaming industry by fostering partnerships with global industry giants. Indonesian developers were given the opportunity to collaborate with international companies, highlighting the country's potential as a hub for game development. This event is seen as a catalyst for the growth of Indonesia's creative economy, with expectations that the gaming industry will play a pivotal role in driving digital exports and attracting foreign investment.

Environment, Green Economy

Slow Progress in Renewable Energy as Jokowi Era Nears End: As President Joko Widodo's administration draws to a close, Indonesia's progress in transitioning to renewable energy has been limited. Despite pledges to increase renewable energy capacity, coal remains a dominant part of the energy mix....

...Jokowi's legacy in the energy sector is marked by attempts to balance economic growth with environmental sustainability, but critics argue that the country has not done enough to phase out coal. Meanwhile, efforts to reduce deforestation and fire hotspots have yielded positive results, with a 60% drop in fire hotspots reported compared to 2023. These improvements are critical as Indonesia seeks to improve its environmental track record on the global stage.

Indonesia's Role in Global Electric Vehicle (EV) Supply Chain: Indonesia is positioning itself as a key player in the global electric vehicle (EV) industry, thanks to its rich reserves of nickel, cobalt, and manganese—critical minerals for EV battery production. The government aims to leverage these resources to attract investments and become a major player in the EV supply chain. Energy Minister Bahlil Lahadalia emphasized Indonesia's strategic importance in supporting global EV growth, noting that collaboration with international partners will be essential to maximizing the country's potential in this emerging sector.

Market Movement

Asian markets reflected mixed movements with significant volatility across the board. The Nikkei climbed by 0.8% to close at 39,911, and South Korea's KOSPI rose marginally by 0.4% to 2,634. In contrast, Hong Kong's Hang Seng experienced a sharp decline of 3.7%, settling at 20,319, while Shanghai's Composite dropped by 2.5% to 3,201. Indonesia's Jakarta Composite Index (JCI) managed to buck the regional trend with a 0.9% gain, finishing at 7,627, supported by domestic investors despite the volatile global backdrop. Meanwhile, the Indonesian rupiah (USD/IDR) appreciated slightly by 0.1%, closing at 15,580, amid rising gold prices which advanced 0.2% to USD 2,654 per ounce. Brent crude oil, however, fell significantly by 4.5%, closing at USD 74 per barrel, reflecting continued global demand concerns.

The JCI's gain of 0.89% was complemented by the performance of the Indonesia Sharia Stock Index (ISSI), which rose 0.96% to 229.8. Despite the positive performance of the indices, foreign investors remained net sellers. They recorded a net sell of IDR 247.4 billion in the regular market and IDR 48.2 billion in the negotiated market, reflecting concerns over global uncertainties and profit-taking from key stocks.

The day's top-performing stocks included Amman Mineral (AMMN), Bank Mandiri (BMRI), and Bank Central Asia (BCA), which drove the positive movement in the index. AMMN surged by 4.0% to IDR 9,825, making it a standout performer despite being among the most sold stocks by foreign investors.

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Bank Mandiri and BBCA also performed well, with increases of 1.8% and 1.2%, respectively. The consumer cyclicals sector, represented by the IDXNCCY, emerged as the leading gainer, while infrastructure stocks, grouped under IDXINFRA, lagged.

Foreign investors showed strong interest in several banking and industrial stocks. Among the key net buy stocks were BBCA, which closed at IDR 10,625 (+1.2%), Astra International (ASII) at IDR 4,930 (unchanged), and Chandra Asri (TPIA), which rose 1.7% to IDR 8,750. Other prominent names included Bank Negara Indonesia (BBNI) and BMRI, both of which registered gains, signaling continued investor confidence in the financial sector.

In contrast, foreign investors trimmed their positions in AMMN, which, despite posting gains, saw a significant net sell. Antam (ANTM) fell 1.8% to IDR 1,600, while other net sell stocks such as Bank Rakyat Indonesia (BBRI) and Indah Kiat Pulp & Paper (INKP) experienced only minor movements, with limited downside pressure.

The leading movers of the day were AMMN, BMRI, and BBCA, supported by positive sentiment from institutional investors. On the flip side, Brent Oil (BREN), AKR Corporindo (AKRA), and United Tractors (UNTR) were among the lagging movers. AKRA saw the steepest decline, losing 4.9%, possibly driven by oil price volatility that impacted energy-related stocks.

The top value stocks also witnessed substantial trading activity. GOTO, the digital economy giant, rose by 1.5% to IDR 66, reflecting robust investor interest. BRMS, which soared 5.1%, and DEWA, with an impressive 6.5% gain, also dominated the value board, contributing to the market's overall positive performance. However, ISAT and CUAN were among the day's underperformers, reflecting some profit-taking following recent gains in telecommunications stocks.

In summary, the Indonesian market remained resilient despite global headwinds, buoyed by strong performance in the financial sector and select industrial stocks. The day's mixed foreign investor activity highlights both profit-taking and selective reallocation into key banking stocks, as uncertainties in global energy markets weighed on the infrastructure sector. Moving forward, market sentiment will likely hinge on developments in commodity prices and macroeconomic indicators.

Fixed Income

The performance of Rupiah-denominated bonds remained largely stagnant, reflecting cautious sentiment amid a weakening Rupiah. The Indonesia Composite Bond Index (ICBI) recorded no movement, maintaining a 0.00% change. However, on a year-to-date basis, the index still reflects a respectable return of 5.17%, underpinned by stable demand for Indonesian debt instruments earlier this year. The market was marked by a slight uptick in yields, with the 10-year government bond benchmark (FR0100) closing at a yield of 6.68%. This increase suggests mild selling pressure as investors remain watchful of both domestic currency trends and global bond market dynamics.

The depreciation of the Rupiah—down 23 points to IDR 15,589 against the US dollar—added to the cautious sentiment. In contrast, U.S. Treasury yields softened slightly, with the 10-year UST yield falling by 5.5 basis points to 4.065%. This divergence between Indonesian and U.S. bond yields reflects an interplay between domestic and external factors, as the global financial market anticipates further signals regarding U.S. monetary policy and geopolitical developments. The movement in U.S. Treasuries may also indicate a flight to safety, reflecting global investors' ongoing concerns about risk assets.

Trading Activity Rises Amid Sideways Market Movements

Despite relatively flat bond prices, trading activity in the Indonesian bond market increased significantly. Transaction volume surged by 34.72%, reaching IDR 52.76 trillion compared to the previous session's IDR 39.16 trillion. Additionally, the frequency of transactions grew by 17.52%, with 3,743 trades executed today, up from 3,185 trades in the previous session. This surge in both volume and frequency suggests that investors are actively reallocating portfolios, potentially in response to the weakening Rupiah and yield shifts across bond tenors.

The increase in trading volumes despite stagnant price movement reflects investor strategies to manage currency risk and duration. With the Rupiah under pressure, some market participants might be offloading longer-term bonds, which are more sensitive to currency and inflation risks. Others may see opportunities to accumulate bonds, particularly with the recent softness in U.S. Treasury yields, which can provide some relief to Indonesia's bond yields by reducing external yield pressures.

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In summary, the bond market reflected a delicate balance between domestic challenges and global influences. While the flat ICBI performance suggests stability for now, rising trading activity indicates that investors are actively preparing for potential volatility ahead. The bond market's resilience will hinge on how well domestic monetary authorities manage the Rupiah's fluctuations and whether global conditions remain favorable for emerging market debt instruments.

US 10 Year Treasury

The yield on the 10-year US Treasury note dipped to approximately 4.1% on Tuesday but remained near its highest point since late July, driven by expectations that the Federal Reserve will adopt a more cautious approach toward reducing interest rates in upcoming meetings. Recent US economic data indicated a strong labor market, with September's consumer inflation exceeding forecasts. Additionally, Fed Governor Christopher Waller urged for "more caution" regarding further rate cuts in light of the robust data. Markets currently estimate an 87% likelihood of a smaller 25-basis-point rate cut in November, dismissing the possibility of a more significant half-point reduction. Investors are now focused on further comments from Fed officials Daly, Bostic, and Kugler on Tuesday, along with the latest data on consumer inflation expectations. The 10-year yield surged last week, with projections targeting the 4.14-4.27 range. A reasonable correction level stands at 4.02.

Outlook

Looking ahead, several factors will influence the trajectory of Indonesia's bond market. Domestically, the bond market will remain sensitive to shifts in inflation expectations, Bank Indonesia's monetary policy stance, and foreign exchange stability. With inflation remaining within a manageable range, the central bank is likely to maintain a cautious stance, balancing between supporting growth and managing currency stability. However, any sustained weakening of the Rupiah could pressure yields upward, as investors demand higher compensation for currency risks.

Externally, the direction of U.S. Treasury yields will also play a pivotal role. Although the recent decline in the U.S. 10-year yield offers some temporary relief, volatility in global markets driven by geopolitical events or changes in the Federal Reserve's policy outlook could quickly reverse the trend. Indonesia, as an emerging market with high foreign ownership in its bond market, remains vulnerable to capital outflows, especially if global investors shift toward safer assets.

Strategy

The yield on the 10-year SUN benchmark edged up slightly last week, with a small rebound expected towards a strong support level of 6.66. The potential yield range is between 6.6-6.78. The yields for bonds with maturities of less than 10 years continue to lag behind the 10-year benchmark. However, all tenors appear to have lost momentum compared to the 10-year benchmark. Therefore we recommend the followings:

INDOGB: FR68, FR96, FR73, FR99, FR94

INDOIS: PBS25, PBS22

DAILY ECONOMIC INSIGHTS



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Macro Forecasts

Macro	2023A	2024F	2025F
GDP (% YoY)	5.1	4.9	5.0
Inflation (% YoY)	2.6	2.5	3.0
Current Account Balance (% GDP)	-0.1	-0.7	-1.2
Fiscal Balance (% to GDP)	-1.7	-2.7	-2.9
BI 7DRRR (%)	6.0	6.0	5.5
10Y. Government Bond Yield (%)	6.6	6.8	7.0
Exchange Rate (USD/IDR)	15,399	15,700	15,900

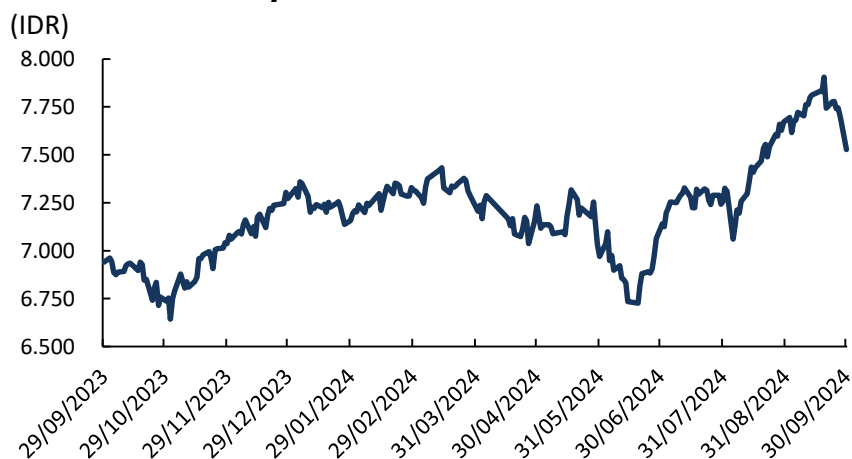
Source: SSI Research

Currencies

Currency Pair	Index, Last	Currency Pair	Index, Last
AUD / USD	0.6	AUD / IDR	10,446
CNY / USD	7.1	CNY / IDR	2,186
EUR / USD	1.0	EUR / IDR	17,036
GBP / USD	1.3	GBP / IDR	20,302
HKD / USD	7.7	HKD / IDR	2,001
JPY / USD	150	JPY / IDR	104
MYR / USD	4.3	MYR / IDR	3,611
NZD / USD	0.6	NZD / IDR	9,464
SAR / USD	3.7	SAR / IDR	4,140
SGD / USD	1.3	SGD / IDR	11,871
		USD / IDR	15,539

Source: STAR, SSI Research

JCI Chart Intraday



Source: Bloomberg, SSI Research

DAILY ECONOMIC INSIGHTS



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Net Foreign Flow: IDR 339.7 Bn Inflow

Stock	% TVAL	Last	% CHG	% MTD	% YTD	NVAL (IDR bn)
BBCA	5.6	10,625	1.1	2.9	13.0	99
ASII	1.5	4,930	0.0	-2.3	-12.7	85
TPIA	0.8	8,750	1.7	3.2	66.6	76
BBNI	0.8	5,500	1.3	2.8	2.3	61
BMRI	4.5	7,050	1.8	1.8	16.5	55
TLKM	1.0	2,940	1.3	-1.6	-25.5	37
UNVR	0.3	2,350	1.2	6.3	-33.4	29
INDF	0.4	7,200	2.1	2.1	11.6	23
JPFA	0.2	1,610	4.2	11.8	36.4	23
AMRT	0.9	3,280	2.5	3.7	11.9	20

Source: STAR, SSI Research

Index Stock Mover Summary

Stock	% CHG	JCI (+)	M.CAP (IDR tn)	Stock	% CHG	JCI (+)	M.CAP (IDR tn)
AMMN	3.9	65.70	712	BREN	-2.2	-48.49	876
BBCA	1.1	36.86	1,297	CUAN	-2.7	-5.43	80
TPIA	1.7	31.35	757	ISAT	-1.9	-3.89	80
BMRI	1.8	27.90	651	AKRA	-4.8	-3.63	29
BYAN	0.7	10.06	562	UNTR	-0.9	-2.25	96
TLKM	1.3	9.57	291	MEDC	-2.6	-2.12	32
AMRT	2.5	8.02	136	ANTM	-1.8	-1.74	38
BBRI	0.4	7.25	738	HMSP	-0.7	-1.40	82
BBNI	1.3	6.69	203	MDKA	-0.7	-1.18	61
ICBP	1.8	6.34	147	FREN	-3.5	-1.14	13

Source: Bloomberg, STAR, SSI Research

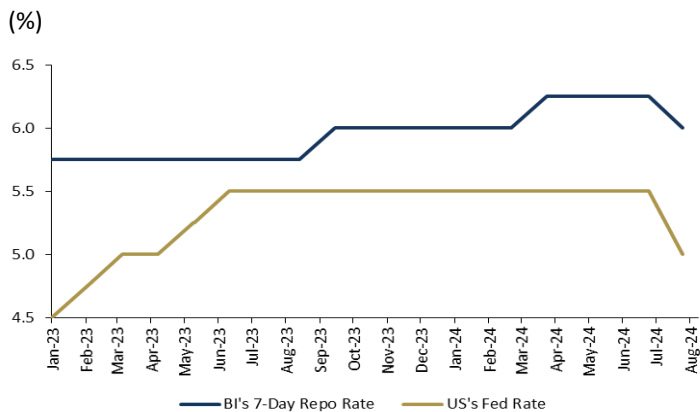
Daily Sector Summary

SECTOR	TVAL	%TVAL	FNVAL	FBVAL	DBVAL	FSVAL	DSVAL
IDXFINANCE	3.0T	28.5	179.4B	1.8T	1.2T	1.6T	1.3T
IDXNONCYC	1.0T	9.5	146.2B	460.9B	559.2B	314.6B	705.5B
IDXINDUST	509.7B	4.8	79.4B	256.6B	253.0B	177.2B	332.4B
IDXCYCLIC	391.9B	3.7	45.7B	113.4B	278.4B	67.7B	324.2B
IDXHEALTH	216.3B	2.0	25.3B	104.6B	111.6B	79.3B	136.9B
IDXINFRA	711.1B	6.7	24.1B	303.2B	407.8B	279.0B	432.0B
IDXTRANS	59.5B	0.5	1.2B	3.7B	55.8B	2.4B	57.0B
COMPOSITE	10.5T	100.0		4.2T	6.3T	3.9T	6.6T
IDXTECHNO	443.8B	4.2	-1.6B	137.1B	306.6B	138.8B	304.9B
IDXENERGY	1.4T	13.3	-21.1B	314.5B	1.1T	335.7B	1.0T
IDXPROPERT	443.6B	4.2	-29.5B	104.5B	339.0B	134.1B	309.4B
IDXBASIC	2.2T	20.9	-109.5B	583.7B	1.6T	693.2B	1.5T

Source: Bloomberg, STAR, SSI Research

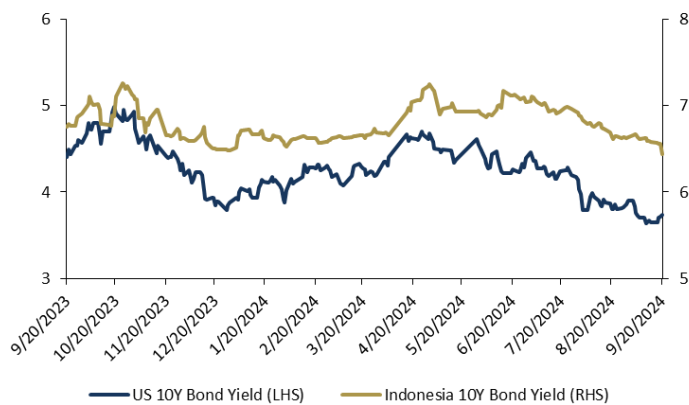
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Monetary Policy



Source: Bloomberg, SSI Research

Indonesia 10Y Bond Yield vs. U.S. 10Y Treasury Yield



Source: Bloomberg, SSI Research

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INDOGB Bonds Valuation

No.	Series	Issue Date	Maturity Date	Tenure (Year)	Coupon Rate	Actual Price	Yield to Maturity	Yield Curve	Valuation Price	Spread to YC (bps)	Recommendation	Duration
1	FR81	8/1/2019	6/15/2025	0.67	6.5%	100.19	6.2%	6.3%	100.13	(11.52)	Expensive	0.66
2	FR40	9/21/2006	9/15/2025	0.92	11.0%	104.17	6.2%	6.3%	104.12	(11.49)	Expensive	0.88
3	FR84	5/4/2020	2/15/2026	1.34	7.3%	101.23	6.3%	6.3%	101.14	(8.19)	Expensive	1.27
4	FR86	8/13/2020	4/15/2026	1.50	5.5%	98.93	6.3%	6.4%	98.79	(9.75)	Expensive	1.43
5	FR37	5/18/2006	9/15/2026	1.92	12.0%	109.91	6.4%	6.4%	110.01	2.13	Cheap	1.74
6	FR56	9/23/2010	9/15/2026	1.92	8.4%	103.66	6.3%	6.4%	103.55	(7.42)	Expensive	1.79
7	FR90	7/8/2021	4/15/2027	2.50	5.1%	97.33	6.3%	6.4%	97.07	(11.30)	Expensive	2.33
8	FR59	9/15/2011	5/15/2027	2.58	7.0%	101.56	6.3%	6.4%	101.37	(8.35)	Expensive	2.36
9	FR42	1/25/2007	7/15/2027	2.75	10.3%	109.58	6.4%	6.4%	109.50	(4.52)	Expensive	2.39
10	FR94	3/4/2022	1/15/2028	3.25	5.6%	97.01	6.6%	6.5%	97.53	18.29	Cheap	2.95
11	FR47	8/30/2007	2/15/2028	3.34	10.0%	110.73	6.4%	6.5%	110.49	(8.98)	Expensive	2.86
12	FR64	8/13/2012	5/15/2028	3.59	6.1%	99.25	6.4%	6.5%	98.91	(10.74)	Expensive	3.21
13	FR95	8/19/2022	8/15/2028	3.84	6.4%	100.12	6.3%	6.5%	99.64	(14.68)	Expensive	3.40
14	FR99	1/27/2023	1/15/2029	4.26	6.4%	99.66	6.5%	6.5%	99.63	(1.35)	Expensive	3.69
15	FR71	9/12/2013	3/15/2029	4.42	9.0%	109.83	6.4%	6.5%	109.43	(10.57)	Expensive	3.71
16	101	11/2/2023	4/15/2029	4.50	6.9%	101.83	6.4%	6.5%	101.39	(11.48)	Expensive	3.85
17	FR78	9/27/2018	5/15/2029	4.59	8.3%	107.29	6.4%	6.5%	106.77	(13.16)	Expensive	3.85
18	104	8/22/2024	7/15/2030	5.75	6.5%	100.36	6.4%	6.6%	99.67	(14.81)	Expensive	4.77
19	FR52	8/20/2009	8/15/2030	5.84	10.5%	118.66	6.6%	6.6%	118.78	1.59	Cheap	4.50
20	FR82	8/1/2019	9/15/2030	5.92	7.0%	102.64	6.5%	6.6%	102.05	(12.36)	Expensive	4.89
21	FR87	8/13/2020	2/15/2031	6.34	6.5%	99.80	6.5%	6.6%	99.51	(5.74)	Expensive	5.19
22	FR85	5/4/2020	4/15/2031	6.50	7.8%	106.19	6.6%	6.6%	105.99	(3.81)	Expensive	5.12
23	FR73	8/6/2015	5/15/2031	6.59	8.8%	111.69	6.5%	6.6%	111.31	(7.10)	Expensive	5.11
24	FR54	7/22/2010	7/15/2031	6.75	9.5%	115.18	6.7%	6.6%	115.53	5.31	Cheap	5.09
25	FR91	7/8/2021	4/15/2032	7.51	6.4%	98.93	6.6%	6.6%	98.45	(8.29)	Expensive	5.92
26	FR58	7/21/2011	6/15/2032	7.67	8.3%	109.61	6.6%	6.6%	109.51	(1.92)	Expensive	5.82
27	FR74	11/10/2016	8/15/2032	7.84	7.5%	105.42	6.6%	6.7%	105.11	(5.37)	Expensive	5.98
28	FR96	8/19/2022	2/15/2033	8.35	7.0%	102.32	6.6%	6.7%	102.08	(4.00)	Expensive	6.34
29	FR65	8/30/2012	5/15/2033	8.59	6.6%	99.78	6.7%	6.7%	99.64	(2.17)	Expensive	6.54
30	100	8/24/2023	2/15/2034	9.35	6.6%	99.64	6.7%	6.7%	99.45	(2.91)	Expensive	6.96
31	FR68	8/1/2013	3/15/2034	9.42	8.4%	111.27	6.7%	6.7%	111.50	2.94	Cheap	6.73
32	FR80	7/4/2019	6/15/2035	10.67	7.5%	105.33	6.8%	6.7%	105.67	4.17	Cheap	7.49
33	103	8/8/2024	7/15/2035	10.76	6.8%	100.28	6.7%	6.7%	100.01	(3.78)	Expensive	7.61
34	FR72	7/9/2015	5/15/2036	11.59	8.3%	111.35	6.8%	6.8%	111.74	4.35	Cheap	7.71
35	FR88	1/7/2021	6/15/2036	11.68	6.3%	96.68	6.7%	6.8%	95.81	(11.16)	Expensive	8.26
36	FR45	5/24/2007	5/15/2037	12.59	9.8%	123.99	6.9%	6.8%	124.71	7.22	Cheap	7.84
37	FR93	1/6/2022	7/15/2037	12.76	6.4%	97.28	6.7%	6.8%	96.40	(10.81)	Expensive	8.62
38	FR75	8/10/2017	5/15/2038	13.59	7.5%	105.40	6.9%	6.8%	105.95	5.99	Cheap	8.67
39	FR98	9/15/2022	6/15/2038	13.68	7.1%	102.86	6.8%	6.8%	102.66	(2.44)	Expensive	8.87
40	FR50	1/24/2008	7/15/2038	13.76	10.5%	133.29	6.7%	6.8%	132.46	(8.10)	Expensive	8.13
41	FR79	1/7/2019	4/15/2039	14.51	8.4%	114.27	6.8%	6.8%	113.97	(3.04)	Expensive	8.77
42	FR83	11/7/2019	4/15/2040	15.51	7.5%	105.49	6.9%	6.9%	106.05	5.62	Cheap	9.30
43	FR57	4/21/2011	5/15/2041	16.59	9.5%	125.10	6.9%	6.9%	125.70	4.97	Cheap	9.24
44	FR62	2/9/2012	4/15/2042	17.51	6.4%	95.67	6.8%	6.9%	94.78	(9.16)	Expensive	10.33
45	FR92	7/8/2021	6/15/2042	17.68	7.1%	102.29	6.9%	6.9%	102.32	0.16	Cheap	10.22
46	FR97	8/19/2022	6/15/2043	18.68	7.1%	102.74	6.9%	6.9%	102.25	(4.77)	Expensive	10.52
47	FR67	7/18/2013	2/15/2044	19.35	8.8%	120.74	6.8%	6.9%	119.39	(11.33)	Expensive	10.23
48	FR76	9/22/2017	5/15/2048	23.60	7.4%	105.09	6.9%	7.0%	104.86	(1.96)	Expensive	11.50
49	FR89	1/7/2021	8/15/2051	26.85	6.9%	99.59	6.9%	7.0%	98.93	(5.63)	Expensive	12.26
50	102	1/5/2024	7/15/2054	29.77	6.9%	99.47	6.9%	7.0%	98.89	(4.75)	Expensive	12.59
51	105	8/27/2024	7/15/2064	39.78	6.9%	100.22	6.9%	6.9%	99.50	(5.44)	Expensive	13.60

Source: Bloomberg, SSI Research

DAILY ECONOMIC INSIGHTS



16 October 2024

INDOIS Bonds Valuation

No.	Series	Issue Date	Maturity Date	Tenure (Year)	Coupon Rate	Actual Price	Yield to Maturity	Yield Curve	Valuation Price	Spread to YC (bps)	Recommendation	Duration
1	PBS026	10/17/2019	10/15/2024	0.00	6.6%	100.01	3.9%	0.0%	0.00	0.00	0	0.00
2	PBS036	8/25/2022	8/15/2025	0.83	5.4%	99.45	6.1%	6.3%	99.29	(20.01)	Expensive	0.81
3	PBS017	1/11/2018	10/15/2025	1.00	6.1%	99.93	6.2%	6.3%	99.86	(6.48)	Expensive	0.98
4	PBS032	7/29/2021	7/15/2026	1.75	4.9%	97.51	6.4%	6.3%	97.67	9.80	Cheap	1.69
5	PBS021	12/5/2018	11/15/2026	2.08	8.5%	104.54	6.1%	6.3%	104.20	(18.48)	Expensive	1.91
6	PBS003	2/2/2012	1/15/2027	2.25	6.0%	99.18	6.4%	6.3%	99.32	6.60	Cheap	2.12
7	PBS020	10/22/2018	10/15/2027	3.00	9.0%	107.23	6.3%	6.4%	107.10	(4.95)	Expensive	2.68
8	PBS018	6/4/2018	5/15/2028	3.58	7.6%	103.95	6.4%	6.4%	103.90	(1.81)	Expensive	3.14
9	PBS030	6/4/2021	7/15/2028	3.75	5.9%	98.18	6.4%	6.4%	98.29	2.90	Cheap	3.39
10	PBS023	5/15/2019	5/15/2030	5.58	8.1%	107.48	6.5%	6.5%	107.64	3.06	Cheap	4.53
11	PBS012	1/28/2016	11/15/2031	7.09	8.9%	113.06	6.5%	6.5%	113.14	1.01	Cheap	5.38
12	PBS024	5/28/2019	5/15/2032	7.59	8.4%	110.62	6.6%	6.5%	110.79	2.54	Cheap	5.73
13	PBS025	5/29/2019	5/15/2033	8.59	8.4%	110.88	6.7%	6.6%	111.62	10.55	Cheap	6.27
14	PBS029	1/14/2021	3/15/2034	9.42	6.4%	98.24	6.6%	6.6%	98.38	1.92	Cheap	7.09
15	PBS022	1/24/2019	4/15/2034	9.50	8.6%	113.49	6.7%	6.6%	114.04	7.19	Cheap	6.78
16	PBS037	1/12/2023	3/15/2036	11.42	6.9%	100.91	6.8%	6.7%	101.63	8.91	Cheap	7.98
17	PBS004	2/16/2012	2/15/2037	12.35	6.1%	95.49	6.6%	6.7%	95.06	(5.47)	Expensive	8.57
18	PBS034	1/13/2022	6/15/2039	14.67	6.5%	98.13	6.7%	6.8%	97.66	(5.26)	Expensive	9.46
19	PBS007	9/29/2014	9/15/2040	15.93	9.0%	121.89	6.7%	6.8%	121.41	(4.58)	Expensive	9.25
20	PBS039	1/11/2024	7/15/2041	16.76	6.6%	98.40	6.8%	6.8%	98.28	(1.39)	Expensive	10.18
21	PBS035	3/30/2022	3/15/2042	17.42	6.8%	99.56	6.8%	6.8%	99.37	(1.92)	Expensive	10.30
22	PBS005	5/2/2013	4/15/2043	18.51	6.8%	99.36	6.8%	6.8%	99.14	(2.11)	Expensive	10.67
23	PBS028	7/23/2020	10/15/2046	22.01	7.8%	111.10	6.8%	6.9%	109.70	(11.57)	Expensive	11.28
24	PBS033	1/13/2022	6/15/2047	22.68	6.8%	99.00	6.8%	6.9%	98.33	(6.04)	Expensive	11.64
25	PBS015	7/21/2017	7/15/2047	22.76	8.0%	112.75	6.9%	6.9%	112.56	(1.71)	Expensive	11.31
26	PBS038	12/7/2023	12/15/2049	25.18	6.9%	98.78	7.0%	6.9%	99.39	5.09	Cheap	11.99

Source: Bloomberg, SSI Research

16 October 2024

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